THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF NORTH CAROLINA WESTERN DIVISION

Civil Action No. 5:07-CV-00275-D

SILICON KNIGHTS, INC., an Ontario (Canada) Corporation,

Plaintiff/Counterclaim Defendant,

v.

EPIC GAMES, INC., a Maryland Corporation,

Defendant/Counterclaim Plaintiff.

PLAINTIFF SILICON KNIGHTS, INC.'S MOTION FOR REMITTITUR

Pursuant to Federal Rules of Civil Procedure ("Fed. R. Civ. P.") Rule 59(a), Plaintiff Silicon Knights, Inc. ("SK"), by and through its counsel, hereby respectfully moves this Court for remittitur of the judgment against it. Dkt. 804. Specifically, SK requests that this Court remit the judgment in the amount of the \$1,800,000, which was awarded to Epic on its trade secret misappropriation and copyright infringement claims.

The award of \$1,800,000 award constitutes double recovery. Epic's claims for breach of contract, trade secret misappropriation, and copyright infringement all arise from the same operative facts: SK's alleged unauthorized use of Unreal Engine 3. Consequently, Epic can obtain only one recovery for that injury, and Epic was made whole by the jury's award of \$2,650,000 in back license fees under the License Agreement. With such an award, SK's use of UE3 is authorized under the License Agreement and cannot constitute either misappropriation or infringement.

Accordingly, SK respectfully requests that this Court remit the judgment against it and limit that judgment to \$2,650,000.

Respectfully submitted the 2nd day of July, 2012.

WOMBLE CARLYLE SANDRIDGE & RICE, LLP

/s/ Hayden J. Silver, III

Hayden J. Silver, III (NC State Bar No. 10037) jsilver@wcsr.com
WOMBLE CARLYLE SANDRIDGE & RICE,
LLP
150 Fayetteville Street
Suite 2100
Raleigh, NC 27601
Phone (919) 755-2100
Fax (919) 755-6099

KRIEG, KELLER, SLOAN, REILLEY & ROMAN LLP

Christopher T. Holland (CA Bar No. 164053) Kenneth E. Keller (CA Bar No. 71450) Garth A. Rosengren (CA State Bar No. 215732) Tanya I. Wei (CA Bar No. 240867) 555 Montgomery Street, 17th Floor San Francisco, CA 94111 Phone (415) 249-8330 Fax (415) 249-8333

Attorneys for Plaintiff Silicon Knights, Inc.

CERTIFICATE OF SERVICE

This is to certify that on this date the foregoing **PLAINTIFF SILICON KNIGHTS, INC.'S MOTION FOR REMITTITUR** was filed electronically with the Clerk of the Court using the CM/ECF system which will send notice of such filing to the following:

Doug Kenyon dkenyon@hunton.com

Sean Braswell sbraswell@hunton.com

Canon Pence cpence@hunton.com

HUNTON & WILLIAMS LLP One Bank of America Plaza, Suite 1400 421 Fayetteville Street Raleigh, North Carolina 27601

This the 2nd day of July, 2012

/s/ Hayden J. Silver, III

Hayden J. Silver, III NC State Bar No. 10037

WOMBLE CARLYLE SANDRIDGE & RICE, LLP 150 FAYETTEVILLE STREET SUITE 2100 RALEIGH, NC 27601 PHONE (919) 755-2100 FAX (919) 755-6099